

Grantor: Denali Commission 510 "L" Street, Suite 410
Anchorage, Alaska 99501

Grantee: City of Klawock P.O.Box 469 Klawock, Alaska
99925

Project Name: 3.5-Mile Creek Water Source

Project Number: 0002-DC1999-ED1

Accounting Code: 95X1200 95870000 95-67

Project Officers: Joel Neimeyer Donna J. Williams
Grantor Grantee

PROGRESS REPORT

Quarter Dates June 30, 2001

A. Project Status

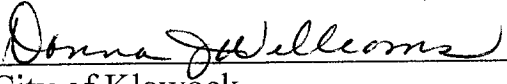
At this point the rfp for engineering services is being developed and we are waiting for data to be reviewed and determination as to the findings. USGS will be providing a annual report later this month.

All is going well. The coordination and communication has been well.

No financial advance requested at this time.

B. Project on schedule.	<u>YES</u>	NO
C. Project on budget.	<u>YES</u>	NO
D. Project problems.	<u>YES</u>	<u>NO</u>

If so, planned action to address problems:


City of Klawock
Donna J. Williams, Mayor

7/08/01

Date